

STATEMENT OF ASSEMBLY FUNDING 2001-2002

£'000

Note		2001-2002
1	DEPARTMENTAL EXPENDITURE LIMIT - February 2000 Budget	7,922,733
	Less provision for the Office of the Secretary of State for Wales	3,096
		7,919,637
2	<u>Assigned Budget Items</u>	7,877,013
3	Changes from 8 Feb 2000 to 29 November 2000	
	Net Transfers	-4,302
4	Adjustments to Baseline for Resource Budgeting	
	Timing and Other adjustments	49,023
5	Formula Consequential Changes resulting from July 2000 Spending Review	
	Barnett Consequentials	367,160
	Structural Funds Allocation	113,000
	Modernising Government Allocation	1,047
6	Changes announced in Chancellor's pre-Budget Statement and other announcements - November 2000	
	Flood provision	1,003
7	Indicative Allocations from the Capital Modernisation Fund - November 2000	600
8	Revised DEL (within Assigned Budget)	8,404,544
9	<u>Non-Assigned Budget items</u>	
10	HLCA - Provision at 8 Feb 2000	26,804
11	Provision following July 2000 Spending Review	6,125
	Revised Total	32,929
12	Welfare to Work Allocation	15,820
13	TOTAL REVISED DEPARTMENTAL EXPENDITURE LIMIT	8,453,293
14	ANNUALLY MANAGED EXPENDITURE	
	<u>Assigned Budget Items</u>	
15	Adjustments to Baseline for Resource Budgeting	
	Capital Charges / Depreciation	865,325
16	HRAS - Provision at 8 Feb 2000	213,000
17	Provision following July 2000 Spending Review	-23,000
18	Revised total	190,000
	<u>Non- Assigned Budget Items</u>	

19	CAP - Provision at 8 Feb 2000	218,643
20	Provision following July 2000 Spending Review	-32,642
21	Adjustment to Spending Review figures	-5,088
22	Revised Total at Draft Budget	180,913
23	ANNUALLY MANAGED EXPENDITURE TOTAL - 29.11.2000	1,236,238
24	<u>LATEST ASSIGNED BUDGET</u>	9,459,869
25	<u>LATEST NON-ASSIGNED BUDGET</u>	229,662
26	TOTAL ASSEMBLY BUDGET	9,689,53 1

ASSEMBLY FUNDING STATEMENT

WELSH BUDGET FOR 2001-2002

EXPLANATORY NOTES

Line 1. Departmental Expenditure Limit – total provision for budgets classified by HM Treasury as being within Departmental Expenditure Limit. Three year plans were originally set for the total Departmental Expenditure Limit during the Comprehensive Spending Review in July 1998. New plans were set in the July 2000 Spending Review.

Line 2. Total provision for budgets classified as being within the Departmental Expenditure Limit which fall within the Assembly's Assigned Budget, i.e. budgets over which the National Assembly has discretion.

Line 3. Net increase to Budget at (1) as a result of transfers from and to other Departments between 8 February 2000 and 26 October 2000.

Line 4. Net increase to Budget at (1) following change from cash accounting to an accruals based accounting and budgeting system. In the first stage of the introduction of resource-based budgeting provision to cover payment timing adjustment, capital charges on the civil estate and the forecast profit or loss after depreciation charges of NHS Trusts has been added to Departmental Expenditure Limits.

Line 5. Net increases to Budget at (1) following July 2000 Spending Review as a result of:-

- consequential increases following application of the Barnett formula to increases in other government departments' comparable expenditure;
- Treasury allocation of European Structural Funds provision, not included in Barnett Formula calculations;
- Allocation to fund the Delivering Better Government Initiative.

Line 6. Net increases to Budget at (1) following Chancellor's pre-Budget Statement in November 2000 and other announcements as a result of:-

- Allocation to fund improved services for flood prevention

Line 7. Net increases to Budget at (1) following Treasury announcement of indicative allocations from the Capital Modernisation Fund. Final allocations will be made once the English allocations have been finalised.

Line 8. Latest Departmental Expenditure Limit for items within the National Assembly's Assigned budget (total of lines 2 to 7).

Line 9. Non-discretionary items within Departmental Expenditure Limit, i.e. allocation fixed by Treasury and resources cannot be used for other purposes

Lines 10 and 11. Latest provision set for Hill Livestock Compensatory Allowances (HLCA) following July 2000 Spending Review [some provision now classified as Annually Managed Expenditure (AME)].

Line 12. Latest allocation from Welfare to Work monies.

Line 13. Total National Assembly Departmental Expenditure Limit as at 29 November 2000 (total of lines 2 to 12).

Line 14. AME. Items of expenditure which are classified as being demanded. This expenditure is ring-fenced to the items to which it is allocated. The allocations are set by Treasury according to the latest forecast of demand. The provision is reviewed at least once a year.

Line 15. The value of capital charges, depreciation of assets and other smaller adjustments to AME provision resulting from the change from cash accounting to an accruals based accounting and budgeting system (see Line 4).

Lines 16 and 17. The only cash item of expenditure classified as AME which falls within National Assembly's Assigned Budget is Housing Revenue Account Subsidy (HRAS). Latest provision set by Treasury following the July 2000 Spending Review.

Lines 19 to 22. The 100 percent EC funded Common Agricultural Policy (CAP) schemes are outside of the Assembly's Assigned Budget and the provision is fixed according to forecast receipts from Europe. Changes to provision set by Treasury following the July 2000 Spending Review, and in November 2000.

Line 23. Total of latest AME. (Lines 15 to 20).

Line 24. Latest Assigned Budget (total of Lines 8, 15, 18).

Line 25. Latest Non-assigned Budget provision (total of Lines 10, 11, 12, 22).

Line 26. Total Assembly Budget (total of Lines 24 and 25).